

FISCAL NOTE

SB 545 - HB 792

March 24, 2003

SUMMARY OF BILL:

- Allows a county mutual fire insurance company that has in excess of \$8,500,000 of insurance in force to increase its maximum risk by \$2,500 for each \$100,000 or portion thereof in policyholder surplus with no cap on the maximum amount of risk that could be assumed by such a company.
- Increases the types of coverage that can be written by a county fire mutual insurance company that has in excess of \$1,000,000 in policyholder surplus.

ESTIMATED FISCAL IMPACT:

State Revenues - Net Impact - Not Significant

Any additional premium tax collected from county mutual fire insurance companies would be offset by a corresponding decrease in premium tax collections from stock property and casualty insurance companies. Such amount cannot be determined but the net impact on state revenue is estimated to be not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director